

#### AGENDA MEMORANDUM

Future Item for the City Council Meeting of July 17, 2018 Action Item for the City Council Meeting of July 24, 2018

**DATE:** July 10, 2018

**TO:** Keith Selman, Interim City Manager

**THRU:** Mark Van Vleck, Assistant City Manager

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Construction Contract
Residential Street Rebuild Program (RSRP) Project
(Bond 2016, Proposition 1)

#### **CAPTION:**

Resolution rejecting bids and authorizing construction contracts with A. Ortiz Construction & Paving, Inc., of Corpus Christi, Texas in the amount of \$4,570,000 for Base Bid Part 1 and with J. Carroll Weaver, Inc., of Sinton, Texas in the amount of \$4,390,000 for Base Bid Part 2 for the Bond 2016 Residential Street Rebuild Program Project.

#### PURPOSE:

These construction contracts will perform pavement rehabilitation work for streets identified on the approved Bond 2016 RSRP Work Plan.

## **BACKGROUND AND FINDINGS:**

On November 8, 2016 voters approved the Bond 2016 Proposition 1 *Residential Street Rebuild Program* project. On March 21, 2017 Council passed a Resolution (031088) approving the concepts, direction and selection criteria for the Residential Street Rebuild Program (RSRP). The Bond 2016 RSRP Work Plan was approved by Council on November 7, 2017.

## Scope:

Construction contracts for the Bond 2016 RSRP project were developed as Indefinite Delivery Indefinite Quantity (IDIQ) contracts with defined construction durations. Multiple "Delivery Orders" (DOs) will be issued to the contractors with specific scope and quantities for each street to implement the approved Work Plan throughout the City. The contractors' bid prices are the basis for DO unit prices.

The Bond 2016 RSRP project was developed and bid as a single project with two Base Bid schedules: Part 1 (Districts 1 and 2) and Part 2 (Districts 3, 4, and 5). Two DOs are anticipated to be issued for Part 1, and three DOs will be issued for Part 2, for a total of up to five DOs. Separating streets into two Base Bid parts allows for increased competition, opportunities for smaller contractors to participate, and the ability to award to multiple contractors. The DOs will identify specific streets and quantities to facilitate tracking all work and costs on a per street basis.

The pavement improvements performed on each street in the Work Plan will vary dependent on the conditions for the individual streets. Planned improvements include limited replacement of sidewalks, curb & gutter, driveways, and curb ramp improvements. Utility repairs or improvements on the Work Plan streets were recently completed by the utilities departments. Minor utility adjustments are anticipated as part of these street projects and will be funded through utilities Capital Improvement Program (CIP) resources.

On June 13, 2018, the City received proposals from six (6) bidders as follows:

Contractor	Total Base Bid Part 1	Total Base Bid Part 2
Winters Construction (Non-Responsive) San Antonio, Texas	<del>\$3,212,695.78</del>	No Bid
A. Ortiz Construction and Paving, Inc. Corpus Christi, Texas (Non-Responsive Part 2 only)	\$3,735,243.08	\$ <del>3,663,466.67</del>
J. Carroll Weaver Sinton, Texas	\$3,945,815.38	\$3,735,495.55
Grace Paving and Construction, Inc. Corpus Christi, Texas	\$4,002,826.59	\$3,772,669.31
Haas-Anderson Construction Corpus Christi, Texas	\$4,266,645.35	\$4,112,320.55
Bay, Ltd. Corpus Christi, TX	\$4,867,300.80	\$5,553,012.50
Engineer's Opinion of Probable Construction Cost	\$4,100,000.00	\$4,000,000.00

Winters Construction, the apparent low bid for Base Bid Part 1, was determined to be non-responsive for failure to submit a signed bid and omitting 4 out of 5 pages from the Bid Acknowledgement Form. Ortiz Construction and Paving, Inc., with the apparent low bid for Base Bid Part 2, was determined to be non-responsive because they only demonstrated and acknowledged the capacity to work Part 1 within the required performance period. J. Carroll Weaver is, therefore, low bidder for Base Bid Part 2.

Bids were used to determine the lowest responsive and responsible bidders. To maximize the number of streets addressed by the Bond 2016 RSRP project, contracts are recommended for award within the programmed available funds for each respective Part: \$4.5 million for Part 1 and \$4.3 million for Part 2.

# **ALTERNATIVES:**

- 1. Authorize execution of a construction contract. (Recommended)
- 2. Do not authorize execution of a construction contract. (Not Recommended)

## **OTHER CONSIDERATIONS:**

Hanson Professional Services, Inc. is the design engineer selected for this project under RFQ 2016-06. A. Ortiz Construction & Paving, Inc., of Corpus Christi, Texas and J. Carroll Weaver, Inc., of Sinton, Texas were evaluated and determined responsive, responsible and capable to complete Base Bid Part 1 and Base Bid Part 2 respectively.

#### **CONFORMITY TO CITY POLICY:**

Complies with statutory requirements for construction contracts.

## **EMERGENCY / NON-EMERGENCY:**

Not applicable

## **DEPARTMENTAL CLEARANCES:**

Street Department

#### **FINANCIAL IMPACT:**

□ Operating	□ Revenue	K Capital	□ Not applicable	
Fiscal Year 2017-2018	Project to Date Expenditures	Current Year	Future Years	TOTALS
Budget		\$11,149,488		\$11,149,488
Encumbered / Expended Amount		658,538		658,538
This item		8,960,000		8,960,000
Future Anticipated Expenditures This Project		1,050,000		1,050,000
BALANCE		\$480,980		\$480,980

Fund(s): Street 2018 GO Bond 2016; Water & Wastewater CIP Funds

Comments: N/A

#### **RECOMMENDATION:**

City staff and Hanson Professional Services, Inc. recommend construction contracts be awarded to A. Ortiz Construction & Paving, Inc., of Corpus Christi, Texas in the amount of \$4,570,000 for Base Bid Part 1, and to J. Carroll Weaver, Inc., of Sinton, Texas in the amount of \$4,390,000 for Base Bid Part 2 for the Bond 2016 *Residential Street Rebuild* Project.

## **LIST OF SUPPORTING DOCUMENTS:**

Resolution Project Budget Location Map Presentation

Letter of Recommendation

Resolution Approving Work Plan (031285)

Bond 2016 RSRP Work Plan Presentation (abbreviated)